

FISCAL NOTE

Bill #: HB 602

Title: Establish review committee that deals with case closures and sanctions for FAIM

Primary

Sponsor: Carolyn Squires

Status: As introduced

Sponsor Signature

Date

Dave Lewis, Budget Director

Date

Fiscal Summary

	<u>FY2000 Difference</u>	<u>FY2001 Difference</u>
Expenditures:		
Federal Special Revenue	\$283,390	\$260,015

Net Impact on General Fund Balance: None

<u>Yes</u>	<u>No</u>		<u>Yes</u>	<u>No</u>	
	X	Significant Local Gov. Impact		X	Technical Concerns
	X	Included in the Executive Budget		X	Significant Long-Term Impacts

Fiscal Analysis

ASSUMPTIONS:

1. It is assumed that cases closed as designated in the bill means sanctioned cases.
2. Approximately 350 cases are sanctioned per month. Divided among the five regions of the state, there would be approximately 70 cases per region per month.
3. Case review would take approximately 3 hours per case for a total of 1,050 hours per month (350 cases x 3 hours). This workload would require staffing at a level of 6 FTE (1,050 hours per month/ 160 staff hours per month).
4. Based on the number of participants who do not respond to letters or phone calls during the fair hearing process, it is assumed that 17.3% of the cases reviewed will need a home visit to bring the family into compliance. Travel and time are estimated to take approximately 8 hours per case per month for these cases in addition to the average of 3 hours per month for all case reviews. This is a total of approximately

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5,800 hours annually (350 cases per month x 17.3% home visits x 8 hours per visit x 12 months). This equates to approximately 2.5 FTE annually (about 0.5FTE per each of the five regions).

5. Personal services contract costs for the case reviewers has been calculated to be comparable to a grade 13 at \$30,590 per year and \$2,750 for one-time equipment during FY00.
6. For purposes of this fiscal note, the costs for the staff are assumed to be contracted services due to the provisions of Section 2 of the bill, requiring issuance of an request for proposal and entering into a contract for case review services.
7. This is eligible for 100% funding from the Federal TANF block grant.

FISCAL IMPACT:

	<u>FY2000 Difference</u>	<u>FY2001 Difference</u>
<u>Expenditures:</u>		
Operating Expenses	\$260,015	\$260,015
Equipment	<u>23,375</u>	<u> </u>
TOTAL	\$283,390	\$260,015
 <u>Funding:</u>		
Federal Special Revenue (03)	\$283,390	\$260,015